

## **BACKGROUND**

This section provides information on funding sources for the MCH Agreement and Program Budget. The funding sources discussed in this section are listed below:

1.0	TITLE V BLOCK GRANT .....	1
2.0	STATE GENERAL FUNDS .....	2
3.0	AGENCY FUNDS.....	2
4.0	TITLE 19 MEDI-CAL (MEDICAID) FFP .....	2
5.0	FUNDS DESIGNATED FOR SPECIAL PROJECTS .....	3

MCH funds assist agencies in supporting activities, which promote the health of all mothers and children in California consistent with Federal MCH Block Grant. Agencies are expected to contribute and budget Agency funds toward the total cost of the program/special project.

Please be aware that Congress or the State Legislature can change final Budget appropriations. Final annual fiscal year allocations are subject to the funding actually appropriated in the federal and state Budgets. Your Agency's final Agreement and Budget may have to be changed if federal or state appropriations are changed.

### **1.0 TITLE V BLOCK GRANT**

#### **1.1 Policy:**

Title V Block Grant funds are used to reimburse MCH Program expenses incurred for activities consistent with the goals and purposes of the Title V MCH Block Grant.

#### **1.2 Requirements:**

Pursuant to 42 USC, Section 704, the Agency cannot use Title V funds to:

- Provide inpatient services;
- Make cash payments to intended recipients of health services;
- Purchase or improve land;
- Purchase, construct or permanently improve any building or other facility;
- Satisfy any requirement for the expenditure of non-federal funds as a condition for the receipt of federal funds;
- Provide financial assistance to any entity other than a public or non-profit private entity for research or training services;

- Make payment for any item or service (other than an emergency item or service) furnished by:
  - An individual or entity during the period such individual or entity is excluded from participation in any other federally funded program, or
  - At the medical direction or on the prescription of a physician during the period when the physician is excluded from participation in any other federally funded program.

## **2.0 STATE GENERAL FUNDS**

### **2.1 Policy:**

SGF are used to enhance and promote MCH programs in local jurisdictions.

### **2.2 Requirements:**

Pursuant to Section 123255 of the Health and Safety Code, SGF are to be used to maximize the use of available matching federal funds claimable under Title 19 of the federal Social Security Act (42 U.S.C., Sec. 1396 et seq.)

## **3.0 AGENCY FUNDS**

### **3.1 Policy:**

Agencies are expected to contribute and budget Agency funds toward the total cost of operating and promoting MCH Programs in local jurisdictions.

### **3.2 Requirements:**

Pursuant to Section 12355 of the Health and Safety Code, Non-federal agency funds should be used to maximize the use of available matching federal funds claimable under Title 19 of the federal Social Security Act (42 U.S.C., Sec. 1396 et seq.)

## **4.0 TITLE 19 MEDI-CAL (MEDICAID) FFP**

### **4.1 Policy:**

Title 19 funds are used to reimburse a percentage of expenses incurred for personnel and associated operating costs for matchable activities. These funds are only related to (see Glossary for definition) women and children who are Medi-Cal eligible or Medi-Cal beneficiaries. The Budget may include federal funds matched at

either an Enhanced or Non-Enhanced rate (see Glossary for definition), with State and/or local Agency funds.

**4.2 Requirements:**

Agencies must conform to requirements contained in the FFP section of this Policy and Procedure Manual.

**5.0 FUNDS DESIGNATED FOR SPECIAL PROJECTS**

**5.1 Policy:**

Special demonstration projects are funded based on priorities and availability of funds. These projects are generally funded by Title V. and limited in term.